STATE OF CALIFORNIA CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY STATE WATER RESOURCES CONTROL BOARD

DIVISION OF WATER RIGHTS

IN THE MATTER OF PERMIT 11360 (APPLICATION 12622) PETITION FOR TEMPORARY CHANGE INVOLVING THE TRANSFER OF UP TO 8,200 ACRE-FEET OF WATER FROM CITY OF SACRAMENTO TO STATE WATER CONTRACTOR AGENCIES

BY THE DEPUTY DIRECTOR FOR WATER RIGHTS:

1.0 SUBSTANCE OF PETITION

On May 11, 2018, the City of Sacramento (Sacramento or Petitioner) filed with the State Water Resources Control Board (State Water Board), Division of Water Rights (Division), a Petition for Temporary Change under Water Code section 1725, et seq. Sacramento has requested to transfer up to 8,200 acre-feet (AF) of water to participating State Water Contractor (SWC) agencies, Dudley Ridge Water District and Kern County Water Agency (hereinafter collectively referred to as SWC Agencies). Temporary changes approved pursuant to Water Code section 1725 may be effective for up to one year from the date of approval.

1.1 Description of the Transfer

Sacramento proposes to transfer up to 8,200 AF of water under Permit 11360 (Application 12622) to participating SWC Agencies to provide additional water for domestic, municipal, industrial, and irrigation uses. This transfer is part of a multi-agency groundwater substitution transfer from the American River region. Sacramento is part of a six-agency group of sellers that rely on the American River for their surface water supplies that are concurrently petitioning the State Water Board in 2018 (American River Transfer Petitioners). To facilitate this transfer, Sacramento is requesting the following temporary changes to its Permit 11360: (1) the addition of the State Water Project's (SWP) Harvey O. Banks Pumping Plant (Banks Pumping Plant) as a point of diversion; (2) the addition of San Luis Reservoir as a point of rediversion, (3) the addition of a portion of the service area of the SWP as an additional place of use, and (4) the addition of domestic, industrial, and irrigation purposes. The groundwater substitution will involve the use of groundwater pumped by Sacramento and Sacramento Suburban Water District (SSWD) in exchange for reduced surface water diversions that will remain in the Lower American River for diversion at the proposed additional downstream point of diversion (Banks Pumping Plant). Absent the proposed temporary transfer, Sacramento would have diverted the entire quantity of surface water proposed for transfer at the authorized points of diversion and rediversion under Permit 11360.

1.2 Groundwater Substitution

Sacramento proposes to transfer water to the SWC Agencies through groundwater substitution. Sacramento will pump up to 3,900 AF of groundwater in lieu of using surface water under Permit 11360. SSWD will pump up to 4,300 AF of groundwater to replace surface water used under Permit 11360. Of this total, 2,200 AF will be used within SSWD's service area in lieu of Permit 11360 water historically used in SSWD under the 2004 *Wholesale Agreement between the City of Sacramento and SSWD*. The

remaining 2,100 AF will be delivered by SSWD to Sacramento through an intertie located on Enterprise Road and operated as part of SSWD's Enterprise Pumping Plant and Storage Reservoir. This substituted groundwater will be used in lieu of Permit 11360 surface water that is normally used in Sacramento.

Under a groundwater substitution transfer, surface water supply is made available for transfer as a result of the Petitioner reducing the amount of water it would have diverted under its surface water right and replacing those diversions with groundwater pumping. Depending on various factors including the distance of the groundwater well(s) from the surface stream, depth of the well(s), and local hydrogeologic conditions, the increase in groundwater pumped by the Petitioner to enable the transfer results in a reduction in the amount of water that would otherwise have accrued to the stream due to the interconnection of surface water and groundwater (streamflow depletion). Consequently, groundwater pumping for transfer operations will provide water at the expense of current and future streamflow.

Flow reduction in a river, stream, canal, or drain due to groundwater substitution transfers has the potential to injure other legal users of water if it occurs when the Delta is in balanced conditions¹ or there is limited streamflow in the channel from which the water is being transferred.

Proposals for transfers of water through Central Valley Project (CVP) and/or SWP facilities that involve groundwater substitution are developed to be consistent with the Draft Technical Information for Preparing Water Transfer Proposals (Draft Technical Information), dated December 2015 prepared by the Department of Water Resources (DWR) and the U.S. Bureau of Reclamation (Reclamation). Depending on well location and associated impacts to surface water supply, DWR and Reclamation determine which wells are appropriate for groundwater substitution transfer use. The DWR and Reclamation well criteria used to evaluate groundwater substitution transfers is intended to minimize impacts to streamflow during balanced conditions in the Delta and potential impacts to SWP and CVP operations.

Sacramento indicates that their proposed groundwater substitution transfer will be consistent with the Draft Technical Information. Analysis and review led by the Sacramento Groundwater Authority (SGA) determined that a streamflow depletion factor of 8 percent may be used for the 2018 water transfer. DWR and Reclamation have concurred that streamflow impacts resulting from Sacramento and SSWD's pumping to replace transferred water would be 8 percent. To account for those impacts, Sacramento proposed to only transfer 92 percent of the total quantity of groundwater pumped in exchange for the foregone surface water diversions.

Sacramento and SSWD are located within the North American Groundwater Basin, which includes all of Sacramento County north of the American River. The North American Groundwater Basin is managed by the SGA, which is a joint powers authority created by Sacramento County and the cities of Citrus Heights, Folsom and Sacramento and is comprised of 14 local water purveyors, including SSWD. SSWD indicates the proposed transfer is consistent with the conjunctive management principles in SGA's Groundwater Management Plan (GMP).

Long-Term Impacts to Stream Flow from Groundwater Substitution Transfers

Depletion of surface stream flows due to groundwater pumping, including groundwater substitution transfers, has been a long-standing issue of concern in California. Part of the concern involves whether the streamflow depletion factors being used pursuant to groundwater substitution transfers are stringent enough to protect against long-term negative impacts to surface water flows.

¹ The Delta is considered to be in balanced conditions when the SWP and CVP agree that releases from upstream reservoirs, plus unregulated flow, approximately equal water supply needed to meet Sacramento Valley in-basin uses and Project exports. During balanced conditions in the Delta when water must be withdrawn from storage to meet Sacramento Valley and Delta requirements, 75 percent of the responsibility to withdraw from storage is borne by the CVP and 25 percent by the SWP.

Because real-time streamflow depletion due to groundwater pumping cannot be directly measured, DWR and Reclamation have estimated impacts on streamflow due to groundwater pumping by using analytical and numerical groundwater models. DWR and Reclamation have based the overall impacts to streamflow on the agreed upon minimum 8 percent streamflow depletion factor for single year transfers requiring the use of SWP or CVP facilities.

DWR and Reclamation have indicated that to address continued concerns related to streamflow depletion, they have initiated development of a new modeling tool to more accurately estimate an appropriate streamflow depletion factor for individual transfer proposals. In addition, DWR and Reclamation have developed a Sacramento Valley Stream Flow Depletion Factor Management Group, composed of key stakeholders in the Sacramento Valley and the areas south and west of the Delta, to provide management and technical guidance to the groundwater modeling improvements being undertaken by DWR, Reclamation, and the SWC. DWR and Reclamation anticipate ongoing refinement of groundwater substitution transfer modeling will allow them to more accurately evaluate potential long and short-term surface water depletion impacts from individual transfers and to condition future transfers as necessary to protect against those impacts.

2.0 BACKGROUND

2.1 Substance of Sacramento's Permit

Permit 11360, issued on May 7, 1958, authorizes Sacramento to divert 500 cubic feet per second (cfs) from Rubicon River, 500 cfs from South Fork Rubicon River, 200 cfs from Rock Bound Creek, 75,000 AF annually (afa) by storage collected from Rubicon River, 200,000 afa by storage collected from South Fork Rubicon River, 14,000 afa by storage collected from Rock Bound Creek and 25,000 afa by storage collected from Gerle Creek. The primary points of rediversion under Permit 11360 are the E. A. Fairbairn Water Treatment Plant on the Lower American River, located by CCS83, Zone 2, North 1,966,187 feet and East 6,728,358 feet, being within NW¼ of SE¼ of projected Section 10, T8N, R5E, MDB&M, and the Sacramento River diversion and water treatment plant at the confluence of the American and Sacramento Rivers located by CCS83, Zone 2, North 1,977,788 feet and East 6,702,758 feet, being within NE¼ of SE¼ of projected Section 35, T9N, R4E, MDB&M. Permit 11360 authorizes direct diversion of water between November 1 of each year and August 1 of the succeeding year and storage of water between November 1 of each year and August 1 of the succeeding year. The authorized purpose of use under Permit 11360 is municipal.

2.2 Proposed Temporary Changes

In order to facilitate the transfer, the following will be added to Permit 11360 (Application 12622): 1) Banks Pumping Plant via the Clifton Court Forebay as a point of diversion, located within NW¼ of SE¼ of projected Section 20, T1S, R4E, MDB&M; and 2) San Luis Reservoir as a point of rediversion, located within SW¼ of SE¼ of projected Section 15, T10S, R8E, MDB&M. A portion of the SWP service area would be temporarily added to the place of use of Permit 11360 to facilitate the temporary water transfer to the participating SWC Agencies. This portion of the service area of the SWP is shown on Maps 1878-2 and 1878-3 on file with the Division under Application 5630. Irrigation, domestic, and industrial uses would also be temporarily added as purposes of use under Permit 11360.

3.0 PUBLIC NOTICE AND COMMENT TO THE PROPOSED TEMPORARY CHANGE

On May 21, 2018, public notice of the petition for temporary change was provided as follows: 1) via first class mail to interested parties; 2) by posting on the Division's website; 3) via the State Water Board's Lyris email notification program; and 4) by publication in the Sacramento Bee on May 21, 2018.

The State Water Board received timely comments regarding the proposed temporary change from the following: 1) Sonny Fong; 2) California Department of Fish and Wildlife (CDFW); 3) Richard Morat; and 4) Reclamation. These comments and responses are summarized below.

3.1 Comments by Sonny Fong

On May 23, 2018, Sonny Fong provided comments on Sacramento's proposed water transfer. The commenter expressed concern that there has not been accounting of funds generated as the result of the sale of water. Additional concerns relate to groundwater supplies and impacts due to climate change.

Mr. Fong recommends that the transfer not be approved for the following reasons: 1) the SWP has announced allocations of 35 percent for its contractors; 2) the past year resulted in below average rainfall and snowpack; 3) ongoing climate change impacts are leading to increased groundwater pumping; and 4) the resulting threat to environmental, aquatic species, and quality of life in the Sacramento region.

State Water Board Response:

Sacramento replied to Mr. Fong's comments and questions regarding Sacramento's water supply reliability and use of funding received from the transfer. Sacramento indicated that conservation and water use efficiency measures implemented by the City and its customers are not the source of the water for the proposed transfer. Rather, Sacramento will use less surface water and more groundwater from July to September. The transfer will not impose any limitation on the total water supply available for City customers. During the recent Statewide drought, Sacramento tracked municipal operations and found that water use has decreased every year since 2013 by an average of 32 percent.

Sacramento also responded that as in past transfers, revenue from the project will remain in the water utility fund. This year, revenue from the project is specifically divided into helping fund water efficiency programs in disadvantaged Sacramento neighborhoods (20 percent) and reinvesting in groundwater infrastructure to augment the City's water supply during dry times (80 percent).

All groundwater use, including any groundwater pumped for a transfer must be coordinated with the SGA, which is the exclusive Groundwater Sustainability Agency covering the transfer area. The participating agencies identified within this transfer petition are members of SGA and are party to a Water Accounting Framework managed within the organization. Reserves have been built for many years through importing surface water and allowing underground storage to increase. Any increase in pumping would be within the previously banked water and the sustainable yield of the basin.

The State Water Board will continue to carefully review each transfer petition and work closely with state and federal agencies to determine protective measures necessary to protect water supply reliability, including groundwater resources, fish, and other environmental resources.

3.2 Comments of the Department of Fish and Wildlife

On June 15, 2018, CDFW commented on Sacramento's proposed water transfer. CDFW expressed concern over the potential direct and cumulative adverse impacts from changes in the quantity, timing, and duration of water transfers on the sensitive anadromous and/or resident fisheries within the Lower American River.

CDFW recommends close coordination with Reclamation and regulatory agencies in scheduling the release of transfer water from Folsom to maximize cold water pool gains associated with a water transfer. CDFW also recommends optimizing releases to provide stable flows across summer and fall months at a targeted release rate that minimizes warming in Lake Natoma.

Additionally, CDFW shared concerns with proposed and future water transfers that have the potential to impact groundwater dependent ecosystems (GDEs). Water transfers made available by groundwater substitution have the potential to affect groundwater hydrology due to increased groundwater use. The Sustainable Groundwater Management Act (SGMA) requires Groundwater Sustainability Agencies (GSAs) to consider the interests of all beneficial uses and users of groundwater, including GDEs, during the development and implementation of Groundwater Sustainability Plans (GSPs).

State Water Board Response:

Sacramento responded to CDFW's comments on behalf of the American River Transfer Petitioners in a letter dated June 20, 2018. In the response, the petitioners indicated that the proposed American River Basin regional groundwater substitution transfers would not affect storage levels or the cold water pool in Folsom Reservoir, since the transfers would not change the amount of water released from the reservoir. Absent the transfers, the same amount of water would have been delivered from the reservoir to points of direct diversion downstream of the reservoir. There would be a small flow increase along the Lower American River, compared to the without-transfer scenario; up to approximately 65 cfs at the confluence with the Sacramento River. During July, August, and September in 2015, 2016 and 2017, flows in the Lower American River at Fair Oaks ranged from 750 cfs to 5,000 cfs. The addition of 65 cfs to this range of flows would have represented an increase of between 1.3 percent and 8.7 percent. The petitioners indicated that the flow increases associated with the proposed transfer represent minimal increases, compared to without-transfer conditions.

The Petitioners also noted that the proposed groundwater deliveries and surface water supplies made available for transfer would be provided at a steady rate, rather than via pulse flows. As noted in the CDFW comment letter, a steady release rate from Folsom Reservoir is preferable to large fluctuations. The American River Transfer Petitioners intend to work with Reclamation to develop an agreement for release of water from Folsom and Nimbus Dam into the lower American River.

Groundwater substitution transfers are subject to compliance with the groundwater management requirements in the Draft Technical Information, applicable existing GMPs, and SGMA, which is currently in the development and implementation phase. SGMA requires GSAs to consider the interests of all beneficial uses and users of groundwater, including GDEs, during the development and implementation of GSPs pursuant to Water Code section 10723.2. The Sacramento transfer is coordinated with the SGA, which is the exclusive GSA covering the transfer area. The participating groundwater pumpers identified within this transfer petition are members of SGA and are party to a Water Accounting Framework for sustainable groundwater management within the organization. The State Water Board agrees that early coordination with GSAs will help determine whether water transfer activities in a basin have potential impacts on GDEs, and GSPs should consider these impacts in the development of sustainability goals, minimum thresholds, and measurable objectives for comprehensive sustainable management criteria. State Water Board is monitoring the progress of development of GSPs and may further condition future groundwater sustainability transfers accordingly.

3.3 Comments of Richard Morat

On June 13, 2018, Richard Morat commented on Sacramento's proposed water transfer. Mr. Morat's comments were similar to those of CDFW, with the addition of concerns pertaining to cumulative and incremental adverse-to-fisheries impacts due to the number of through-Delta transfers that are occurring this year and are expected to occur in future years. Mr. Morat also recommended that conditions be ordered that contribute some amount of what would be exported and devoted to Delta outflow and that future transfers should be prohibited until updates to the Bay-Delta Water Quality Control Plan are implemented. These conditions would be used to mitigate impacts associated with south-of-Delta water transfers.

Sacramento Response:

In a letter dated June 20, 2018, the American River Petitioners responded that the water transfer petitions are consistent with California law that is supportive of voluntary transfers.

The American River Petitioners also indicated that the temporary water transfer will *add* to, not *reduce*, the amount of flow in the American and Sacramento Rivers and to the interior Delta. These additional flows also would occur within historical flow patterns for all portions of the system that would otherwise be present by virtue of releases by DWR, Reclamation, and other water right holders that will be made for environmental, consumptive, and other beneficial uses and legal requirements. The proposed transfer will generate new, additional water that will flow through the system, and will be conditioned by the State Water Board, DWR, and Reclamation to avoid any impacts to fish or wildlife.

State Water Board Response:

The State Water Board is aware of challenges regarding management of flows and maintaining habitat conditions suitable for protection of fish and wildlife in the Delta and its tributaries. Current outflow and water quality requirements are established by State Water Board Water Right Decision D-1641 and applicable Biological Opinions, which are the responsibility of DWR and Reclamation to fulfill during the entirety of this transfer. Additionally, the State Water Board is in the process of reviewing and revising the Bay-Delta Water Quality Control Plan (Bay-Delta Plan), including an effort that will include determination of flows protective of fish and wildlife in the Feather River and Sacramento-San Joaquin River Delta Estuary. The proposed changes to the Bay-Delta Plan include: new inflow requirements for the Sacramento River, its tributaries, and eastside tributaries to the Delta (the Mokelumne, Calaveras and Cosumnes Rivers); new and modified Delta outflow requirements; new requirements for cold water habitat; new and modified interior Delta flow requirements; recommendations for complementary ecosystem protection actions that others should take; and adaptive management, monitoring, evaluation, special study, and reporting provisions.

The proposed temporary transfer by Sacramento is for water that would have otherwise been diverted pursuant to its permit. By approving the transfer, additional water will flow down the American River and into the Delta. In light of the above explanation, it is not anticipated that this transfer will result in an unreasonable effect on fish and wildlife, or other instream beneficial uses.

3.4 Comments of Reclamation

By letter dated June 19, 2018, Reclamation commented on Sacramento's the proposed water transfer. To protect Reclamation's water rights and operations for the American River, Reclamation requested that the transfer be conditioned as follows:

- If flow at the City's Fairbairn Water Treatment Plant is less than the applicable Hodge Flow Criterion, no water will be transferred to the State Water Contractors.
- The Petitioners' water transfer proposal will not harm other groundwater pumpers in the North American Basin due to additional pumping for the transfer in that region.
- Before commencing the proposed transfer, the Petitioner shall submit groundwater monitoring and mitigation plans to DWR and Reclamation for evaluation and baseline pumping determinations.
- Transferable water may be credited only during balanced conditions in the Sacramento-San Joaquin River Delta.

The proposed water transfer shall be carried out in compliance with all existing regulatory
constraints in the Delta and shall cause no harm to other legal water users or impact on water
quality.

State Water Board Response:

In order to avoid injury to Reclamation's and DWR's water rights, the transfer is conditioned that Sacramento's groundwater substitution proposal is subject to the evaluation and approval by Reclamation and DWR, consistent with the approval criteria of the Draft Technical Information.

The Hodge Flow Criterion was added to amended Permit 11360 under water right order dated August 24, 2001 and is applicable to this transfer. Hodge conditions limit Sacramento's diversion from the American River when flows are below the "Hodge" flows, and becomes operative when the expanded water treatment capacity to be provided by Sacramento's Water Facilities Project is available for use by the City. Sacramento may continue to divert at authorized points of diversion/rediversion downstream of the American River, to the extent water is available and diversions are consistent with existing rights. The SSWD portion of water involved with this transfer is subject to the terms and conditions of the conveyance agreement with DWR and the wholesale water contract SSWD holds with Sacramento, which includes a condition that no water will be delivered to SSWD if flow at Sacramento's E.A. Fairbairn Water Treatment Plant is less than the applicable Hodge Flow Criterion. Therefore, a condition is included in this Order that water that would have been delivered to SSWD, up to 2,200 acre-feet, may not be transferred while the Hodge Flow Criterion is in effect.

4.0 COMPLIANCE WITH THE CALIFORNIA ENVIRONMENTAL QUALITY ACT

Water Code section 1729 exempts temporary changes involving a transfer of water from the requirements of the California Environmental Quality Act. The State Water Board will issue a Notice of Exemption for this project.

5.0 CRITERIA FOR APPROVING THE PROPOSED TEMPORARY CHANGES

Pursuant to Water Code section 1725, "a permittee or licensee may temporarily change the point of diversion, place of use, or purpose of use due to a transfer or exchange of water or water rights if the transfer would involve only the amount of water that would have been consumptively used or stored by the permittee or licensee in the absence of the proposed temporary change, would not injure any legal user of the water, and would not unreasonably affect fish, wildlife, or other instream beneficial uses." (Wat. Code, § 1725.)

The State Water Board shall approve a temporary change involving the transfer of water under Water Code section 1725 et seq., if it determines that a preponderance of the evidence shows both of the following:

- a. The proposed change would not injure any legal user of water, during any potential hydrologic condition that the State Water Board determines is likely to occur during the proposed change, through significant changes in water quantity, water quality, timing of diversion or use, consumptive use of water or reduction in return flows.
- b. The proposed change would not unreasonably affect fish, wildlife, or other instream beneficial uses.

(Wat. Code, § 1727, subd. (b).)

In addition, the proposed change must involve only the amount of water that would have been consumptively used or stored in the absence of the temporary change. (*Id.*, § 1726, subd.(e).)

Temporary changes pursuant to Water Code section 1725 may be effective for a period of up to one year from the date of approval. (Wat. Code, § 1728.) The one-year period does not include any time required for monitoring, reporting, or mitigation before or after the temporary change is carried out." (*Ibid.*)

The State Water Board also has an independent obligation to consider the effect of the proposed project on public trust resources and to protect those resources where feasible. (*National Audubon Society v. Superior Court* (1983) 33 Cal.3d 419.) The State Water Board considers the evaluation of public trust resources as part of its evaluation of impacts to fish, wildlife, or other instream beneficial uses under Water Code section 1727, subdivision (b)(2).

6.0 REQUIRED FINDINGS OF FACT

6.1 Transfer Only Involves Water That Would Have Been Consumptively Used or Stored

Before approving a temporary change due to a transfer or exchange of water pursuant to Chapter 10.5 of Part 2 of Division 2 of the Water Code, the State Water Board must find that the transfer would only involve the amount of water that would have been consumptively used or stored by the right holders in the absence of the proposed temporary change or conserved pursuant to section 1011. (Wat. Code, §§ 1725, § 1726.) Water Code section 1725 defines "consumptively used" to mean "the amount of water which has been consumed through use by evapotranspiration, has percolated underground, or has been otherwise removed from use in the downstream water supply as a result of direct diversion." The water proposed for transfer consists of surface water made available through increased groundwater pumping.

To the extent that the additional groundwater pumped does not affect streamflow, this water represents water which would not be available for use in the downstream water supply. DWR and Reclamation have reviewed the proposed groundwater pumping and determined that 8 percent of the additional groundwater pumping will affect streamflow. This Order limits the amount of water available for transfer to 92 percent of the groundwater pumped.

In light of the above, I find in accordance with Water Code section 1726, subdivision (e) that the water proposed for transfer pursuant to this Order would be consumptively used in the absence of the proposed temporary change.

6.2 No Injury to Other Legal Users of Water

Before approving a temporary change due to a transfer or exchange of water pursuant to article 1 of Chapter 10.5 of Part 2 of Division 2 of the Water Code, the State Water Board must find that the transfer would not injure any legal user of the water during any potential hydrologic condition that the State Water Board determines is likely to occur during the proposed change, through significant changes in water quantity, water quality, timing of diversion or use, consumptive use of the water, or reduction in return flows. (Wat. Code, § 1727, subd. (b)(1).) DWR and Reclamation have reviewed the proposed transfer and determined that, with inclusion of the 8 percent streamflow depletion factor, as well as their oversight of the groundwater substitution operations described in Section 1.2 of this Order, the SWP and CVP will not be injured from the additional groundwater pumping associated with the transfer. The groundwater substitution conveyance agreement described in Section 1.2 of this Order includes mitigation and monitoring plans to address the impacts of additional pumping for this transfer. This Order requires compliance with these plans.

In general, the transfer of water that would otherwise be stored or consumptively used will not result in injury to other legal users of water. In the absence of the transfer, Sacramento would not pump groundwater and would instead divert surface water to meet its irrigation and domestic demands. Water Code section 1745.10 subdivision (a) requires that groundwater substitution transfers be (a) consistent with a groundwater management plan adopted pursuant to state law for the affected area or (b) approved by the water supplier from whose service area the water is to be transferred, and that water supplier, if a groundwater management plan has not been adopted, determines that the transfer will not create, or contribute to, conditions of long-term overdraft in the affected groundwater basin.

In light of the above, I find in accordance with Water Code section 1727, subdivision (b)(1) that the proposed transfer will not injure any legal user of the water. I also find that the transfer of surface water that is replaced with groundwater pursuant to this Order meets the requirement of Water Code section 1745.10 subdivision (a). That section requires that the groundwater substitution transfer be consistent with a GMP adopted pursuant to state law for the affected area.

6.3 No Unreasonable Effect on Fish, Wildlife, or Other Instream Beneficial Uses

Before approving a temporary change in order to facilitate a transfer of water, the State Water Board must find that the proposed change would not unreasonably affect fish, wildlife, or other instream beneficial uses. (Wat. Code, § 1727, subd. (b)(2).) The Petitioner provided CDFW and the Central Valley Regional Water Quality Control Board (Regional Board) with a copy of the petition in accordance with California Code of Regulations, title 23, section 794, subdivision (c). CDFW provided comments regarding proper basin management to avoid potential future impacts to GDEs resulting from groundwater substitution transfers, which is discussed in Section 3.2 of this Order. The Regional Board did not provide any comments to the State Water Board regarding potential effects of the proposed changes on water quality, fish, wildlife, and other instream beneficial uses.

In general, North of Delta transfers result in an incremental increase in instream flows between the Petitioner's point of diversion and the location where the water is removed from the stream system. The increase in flows is not anticipated to be harmful to instream resources, provided that the transfer water does not cause instream temperatures to increase to harmful levels and does not result in false fish attraction flows to streams not suited for fish rearing. No information is available that suggests the transfer flows will contribute to false fish attraction flows or significantly change stream temperatures. The transfer will be subject to Biological Opinions issued by the U.S. Fish and Wildlife Service and the National Marine Fisheries Service under the federal Endangered Species Act. In light of the above, I find in accordance with Water Code section 1727, subdivision (b)(2) that the proposed transfer will not unreasonably affect fish, wildlife, or other instream beneficial uses.

7.0 STATE WATER BOARD'S DELEGATION OF AUTHORITY

On June 5, 2012, the State Water Board adopted Resolution 2012-0029, delegating to the Deputy Director for Water Rights the authority to act on petitions for temporary change if the State Water Board does not hold a hearing. This Order is adopted pursuant to the delegation of authority in Section 4.4.2 of Resolution 2012-0029.

8.0 CONCLUSIONS

The State Water Board has adequate information in its files to make the evaluation required by Water Code section 1727, and therefore I find as follows:

I conclude that, based on the available evidence:

- 1. The proposed temporary changes will not injure any legal user of the water.
- 2. The proposed temporary changes will not unreasonably affect fish, wildlife, or other instream beneficial uses.
- 3. The proposed transfer involves only an amount of water that would have been consumptively used or stored in the absence of the temporary change.
- 4. An increase in groundwater pumping associated with this transfer (i.e., groundwater substitution) will be performed in compliance with Water Code section 1745.10.

ORDER

NOW, THEREFORE, IT IS ORDERED that the petition filed for transfer of up to 8,200 AF of water under Permit 11360 is approved.

All existing terms and conditions of Permit 11360 remain in effect, except as temporarily amended by the following provisions:

- 1. The transfer is limited to the period commencing on the date of this Order through September 30, 2018.
- 2. The transfer under Permit 11360 is limited to a total of up to 7,544 AF (up to 8,200 acre-feet prior to subtracting streamflow depletion loss) by groundwater substitution.
- 3. Sacramento shall reduce its diversion rate at the original points of diversion authorized under Permit 11360 by an amount equal to the rate of additional groundwater pumped in order to make water available for transfer pursuant to this Order (both measured as a daily average). The amount of water transferred pursuant to this Order shall not exceed 92 percent of the rate of additional groundwater pumping.
- 4. The place of use under Permit 11360 is temporarily expanded to include a portion of the service area of the SWP as shown on Maps 1878-2 and 1878-3 on file with the Division under Application 5630. Water transferred pursuant to this Order shall only be delivered to the following: 1) Dudley Ridge Water District; and 2) Kern County Water Agency.
- 5. The following point of diversion is temporarily added to Permit 11360:
 - Banks Pumping Plant via the Clifton Court Forebay located as follows: California Coordinate System, Zone 3, NAD 83, North 2,126,440 feet and East 6,256,425 feet, being within NW¼ of SE¼ of projected Section 20, T1S, R4E, MDB&M.
- 6. The following point of rediversion is temporarily added Permit 11360:
 - San Luis Reservoir located as follows: California Coordinate System, Zone 3, NAD83, North 1,845,103 feet and East 6,393,569 feet, being within SW¼ of SE¼ of projected Section 15, T10S, R8E, MDB&M.
- 7. Domestic, industrial, and irrigation uses are temporarily added as authorized purposes of use under Permit 11360.

8. Diversion of water at Banks Pumping Plant pursuant to this Order is subject to compliance by the SWP project operator with the objectives set forth in Tables 1, 2 and 3 on page 181 to 187 of State Water Board's Revised Decision 1641 (D-1641), or any future State Water Board order or decision implementing Bay-Delta water quality objectives at the point of diversion, including compliance with the various plans required under D-1641 as prerequisites for the use of the Banks Pumping Plant by DWR. Diversion of water at the Banks Pumping Plant pursuant to this Order is subject to compliance by the pumping plant operator with all applicable biological opinions, court orders, and any other conditions imposed by other regulatory agencies applicable to these operations.

Diversion of water at the Banks Pumping Plant pursuant to this Order is subject to compliance by the pumping plant operator with all applicable biological opinions, court orders, and any other conditions imposed by other regulatory agencies applicable to these operations.

- 9. During the period of transfer, Petitioners shall comply with applicable terms and conditions imposed by other regulatory agencies. This Order shall not be construed as authorizing the violation of any agreement entered into by the Petitioners.
- 10. If at any time during the period of transfer the Hodge Flow Criterion become applicable pursuant to the conditions of Permit 11360, water (up to 2,200 acre-feet) that would have been delivered to SSWD for consumptive use may not be transferred.
- 11. If at any time prior to, or during the period of the transfer, the State Water Board issues notification that water is unavailable for diversion pursuant to Permit 11360, the transfer shall immediately cease. No transfer credit shall accrue for groundwater substitution during a period of water unavailability. This term does not apply to stored water releases.
- 12. Within 90 days of the completion of the transfer, Permittee shall provide to the Deputy Director for Water Rights a report describing the transfer authorized by this Order. The report shall include the following information.
 - a. General locations where the transferred water was used;
 - b. The daily average rate water is made available for transfer pursuant to this Order;
 - c. The daily average diversion rate for water diverted pursuant to Permit 11360 during the transfer period;
 - d. The average daily streamflow measured at the nearest representative gaging station on the American River;
 - e. The daily average pumping rate of groundwater pumped by Permittee in excess of that which would have been pumped in the absence of this transfer; and
 - f. Groundwater elevations within the vicinity of Sacramento and SSWD prior to the proposed transfer.

Permittee shall also develop and submit to the Deputy Director for Water Rights, by July 1 of each year following 2018, a map defining the groundwater elevations within the vicinity of Sacramento and SSWD, until such time as these elevations correspond to pre-transfer levels.

- 13. Pursuant to Water Code sections 100 and 275 and the common law public trust doctrine, all rights and privileges under this transfer and temporary change Order, including method of diversion, method of use, and quantity of water diverted, are subject to the continuing authority of the State Water Board in accordance with law and in the interest of the public welfare to protect public trust uses and to prevent waste, unreasonable use, unreasonable method of use, or unreasonable method of diversion of said water.
 - The continuing authority of the State Water Board also may be exercised by imposing specific requirements over and above those contained in this Order to minimize waste of water and to meet reasonable water requirements without unreasonable draft on the source.
- 14. This Order does not authorize any act which results in the taking of a threatened or endangered species or any act which is now prohibited, or becomes prohibited in the future, under either the California Endangered Species Act (Fish and Game Code sections 2050 to 2097) or the federal Endangered Species Act (16 U.S.C.A. sections 1531 to 1544). If a "take" will result from any act authorized under this temporary transfer, the Petitioners shall obtain authorization for an incidental take permit prior to construction or operation. The Petitioners shall be responsible for meeting all requirements of the applicable Endangered Species Act for the temporary transfer authorized under this Order.
- 15. The State Water Board reserves jurisdiction to supervise the transfer, exchange and use of water under this Order, and to coordinate or modify terms and conditions, for the protection of vested rights, fish, wildlife, instream beneficial uses, and the public interest as future conditions may warrant.

STATE WATER RESOURCES CONTROL BOARD

ORIGINAL SIGNED BY:

Erik Ekdahl, Deputy Director Division of Water Rights

Dated: JUL 12 2018